



Norman H. Bangerter

Governor

Dee C. Hansen

Executive Director

Dianne R. Nielson, Ph.D.

Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

355 West North Temple

3 Triad Center, Suite 350

Salt Lake City, Utah 84180-1203

801-538-5340

DOGM
MINERALS PROGRAM
FILE COPY

January 18, 1990

Mr. Lee R. Brown, Vice President
Employee Relations & Governmental Affairs
Magnesium Corporation of America
238 North 2200 West
Salt Lake City, Utah 84116

Dear Mr. Brown:

Re: Permit Transfer, Replacement Reclamation Contract & Reclamation Surety
Determination, Knolls Solar Ponds & Rowley Magnesium Facility, M/045/022 &
M/045/008, Tooele County, Utah

The Division has completed its evaluation of the information submitted by letter dated December 13, 1989, concerning the sale of Amax Magnesium Corporation stock to Renmag, Incorporated. It is our understanding that the stock sales agreement and the corporate name change to Magnesium Corporation of America (Magcorp), will not have an effect on any of Amax Magnesium's previous reclamation and bonding obligations.

Consequently, the Division will not require that a permit transfer and replacement reclamation surety be provided for Magcorp's permitted mining operations. We appreciate your cooperation in resolving this permitting concern. Please contact us should you have any further questions regarding this action.

Sincerely,

D. Wayne Hedberg
Permit Supervisor

DWH/jb

cc: Steve Brooks, BLM, Pony Express RA
Jerry Mansfield, State Lands
Lowell Braxton

MN3/57